

CITY AUDITOR'S REPORT

MONDAY, AUGUST 13, 2012

2012 CABLE FRANCHISE FEES-2ND QUARTER

ON 07/25/12, THE CITY RECEIVED \$193,971.60 FROM COMCAST CABLE FOR THE FRANCHISE FEES FOR THE 2ND QUARTER OF 2012. THE YEAR TO DATE TOTAL IS \$369,283.47. THE 2012 BUDGET LISTS \$705,000 AS ANNUAL CABLE FRANCHISE FEES REVENUE.

THE FOLLOWING CHART LISTS CABLE FRANCHISE FEES FROM 1997 – 2012 2ND Q:

YEAR	BUDGET	ACTUAL	VARIANCE
1997	\$564,000	\$586,350.73	\$22,350.73
1998	\$615,000	\$772,978.02	\$157,978.02
1999	\$645,000	\$670,813.60	\$25,813.60
2000	\$680,000	\$701,370.94	\$21,370.94
2001	\$700,000	\$667,645.58	<\$32,354.42>
2002	\$700,000	\$724,969.36	\$24,969.36
2003	\$720,000	\$739,601.21	\$19,601.21
2004	\$750,000	\$732,936.04	<\$17,063.96>
2005	\$750,000	\$659,329.68	<\$90,670.32>
2006	\$770,000	\$684,295.97	<\$85,704.03>
2007	\$700,000	\$673,827.84	<\$26,172.16>
2008	\$700,000	\$670,281.50	<\$29,718.50>
2009	\$700,000	\$716,971.61	\$16,971.61
2010	\$700,000	\$704,278.99	\$4,278.99
2011	\$705,000	\$704,540.44	<\$459.56>
2012-2 ND Q	\$705,000	\$369,283.47	

NOTE: 1998 INCLUDES FIVE (5) QUARTERS OF REVENUE FROM AUDITOR'S ADJUSTMENT

2012 UNEMPLOYMENT COMPENSATION-2ND QUARTER

THE UNEMPLOYMENT COMPENSATION EXPENSES FOR THE 2ND QUARTER OF 2012 WERE \$32,572.25. THE YEAR TO DATE TOTAL IS \$75,710.96. THE 2012 BUDGET ALLOCATES \$275,000 FOR UNEMPLOYMENT COMPENSATIONS COSTS.

THE FOLLOWING CHART ILLUSTRATES THE UNEMPLOYMENT COSTS OF THE CITY FOR YEARS 1996- 2012 2ND Q.:

YEAR	BUDGET	ACTUAL EXPENSE	VARIANCE
1996	\$44,856.00	\$40,732.38	\$4,123.62
1997	\$55,000.00	\$94,088.09	-\$39,088.09
1998	\$55,000.00	\$25,086.87	\$29,913.13
1999	\$55,000.00	\$26,085.08	\$28,914.92
2000	\$55,000.00	\$123,742.39	-\$68,742.39
2001	\$55,000.00	\$42,710.14	\$12,289.86
2002	\$55,000.00	\$33,494.50	\$21,505.50
2003	\$12,000.00	\$60,765.63	-\$48,765.63
2004	\$100,000.00	\$166,192.84	-\$66,192.84
2005	\$100,000.00	\$72,140.44	\$27,859.56
2006	\$100,000.00	\$52,913.27	\$47,086.73
2007	\$100,000.00	\$62,466.08	\$37,533.92
2008	\$80,000.00	\$58,968.37	\$21,031.63
2009	\$100,000.00	\$133,061.92	-\$33,061.92
2010	\$755,000.00	\$465,816.47	\$289,183.53
2011	\$475,000.00	\$227,164.19	\$247,835.81
2012 2 ND Q.	\$275,000.00	\$75,710.96	

BOLD INDICATES DEFICIT.

NOTE THAT IN 1997, 2000, 2004 AND 2010 RE-ORGANIZATIONS OCCURRED.

PENSION REVIEW 2012

THE CITY AUDITOR'S OFFICE JUST COMPLETED A REVIEW OF THE EXISTING RETIREES IN THE CITY'S THREE (3) PENSION PLANS; FIRE, POLICE, AND OFFICERS & EMPLOYEES PENSION PLANS.

AS OF JUNE 30, 2012, THERE ARE 113 PENSIONEERS IN THE FIRE PLAN, 292 IN THE POLICE PLAN AND 317 IN THE OFFICERS & EMPLOYEES PLAN. THERE ARE 722 PENSIONEERS COLLECTIVELY BETWEEN ALL THREE (3) PENSION PLANS. NO DISCREPANCIES WERE NOTED OF THE 722 PENSION RECIPIENTS.

THE FOLLOWING CHART ILLUSTRATES THE NUMBER OF PENSIONEERS IN THE CITY'S MUNICIPAL PENSION FUNDS AS OF 6/30/11 AND 6/30/12.

PENSION PLAN	6/30/12	6/30/11	CHANGE
FIRE	113	112	+ 1
POLICE	292	249	+43
OFFICERS & EMPLOYEES	317	302	+15
TOTAL	722	663	+59

AUDIT COMMITTEE

ON THURSDAY AUGUST 8, 2012 THE CITY AUDIT COMMITTEE HAD ITS INITIAL MEETING.

THE AUDIT COMMITTEE CONSISTS OF FIVE (5) MEMBERS

1. CITY AUDITOR-DAVID M. CITUK
2. CITY COUNCIL FINANCE CHAIR-DONNA REED
3. CITY CLERK-LINDA KELLEHER
4. ADMINISTRATIVE SERVICES DIRECTOR-MATTHEW BEMBENICK
5. CITIZEN WITH FINANCE BACKGROUND-DAVID GOSS

THE ABOVE LISTED MEMBERS OR THEIR DELEGATES MET WITH TWO (2) MEMBERS OF HERBEIN & COMPANY; THE CITY'S EXTERNAL AUDITING FIRM. WE DISCUSSED WITH THEM SEVERAL OF THE FINDINGS IN THE SOON TO BE RELEASED 2011 CITY AUDIT AND AWAIT THE ADMINISTRATIONS COMMENTS AND CORRECTIVE ACTIONS.

THIS NEW COMMITTEE IS A RESULT OF AN INITIATIVE FROM PUBLIC FINANCIAL MANAGEMENT'S (PFM) ACT 47 FINANCIAL RECOVERY ACT (CA02) AND ORDINANCE #49-2012.